DAVID B. GOLUBCHIK (State Bar No. 185520) 1 TODD M. ARNOLD (State Bar No. 221868) JONATHAN D. GOTTLIEB (State Bar No. 339650) 2 LEVENE, NEALE, BENDER, YOO & GOLUBCHIK L.L.P. 2818 La Cienega Avenue 3 Los Angeles, California 90034 4 Telephone: (310) 229-1234 Facsimile: (310) 229-1244 5 Email: DBG@LNBYG.COM; TMA@LNBYG.COM; JDG@LNBYG.COM 6 Attorneys for Crestlloyd, LLC, the debtor and debtor-in-possession 7 UNITED STATES BANKRUPTCY COURT 8 CENTRAL DISTRICT OF CALIFORNIA 9 Chapter No.: 11 In re 10 Case No.: 2:21-bk-18205-DS 11 CRESTLLOYD, LLC, 12 EVIDENTIARY OBJECTIONS TO Debtor and Debtor-in-Possession **DECLARATION OF JAVIER GONZALES** 13 IN SUPPORT OF "J & E TEXTURE, INC.'S **MOTION FOR ORDER: (1) APPROVING** 14 THE SALE OF THE DEBTOR'S REAL 15 PROPERTY FREE AND CLEAR OF ALL LIENS, CLAIMS, ENCUMBRANCES, AND 16 INTERESTS, WITH THE EXCEPTION OF **ENUMERATED EXCLUSIONS**; (2) 17 FINDING THAT BUYER IS A GOOD FAITH **PURCHASER; (3) AUTHORIZING AND** 18 APPROVING THE PAYMENT OF 19 CERTAIN CLAIMS FROM SALE PROCEEDS; (4) WAIVING THE 20 FOURTEEN-DAY STAY PERIOD SET FORTH IN BANKRUPTCY RULE 6004(h); 21 AND (5) PROVIDING RELATED RELIEF" 22 23 Date: March 18, 2022 Time: 11:00 a.m. 24 Place: 255 E. Temple Street Los Angeles, CA 90012 25 VIA ZOOMGOV ONLY 26 27 28

Crestlloyd, LLC (the "<u>Debtor</u>"), hereby files its evidentiary objections to portions of the "<u>Declaration</u> of Francisco Javier Gonzalez" (the "<u>Gonzalez Declaration</u>") filed in support of the "<u>Objection</u> to Motion for Order: (1) Approving the Sale of the Debtor's Real Property Free and Clear of All Liens, Claims, Encumbrances and Interests, with the Exception of Enumerated Exclusions; (2) Finding that the Buyer is a Good Faith Purchaser; (3) Authorizing and Approving the Payment of Certain Claims from Sale Proceeds; (4) Waiving the Fourteen-Day Stay Period Set Forth in Bankruptcy Rule 6004(h); and (5) Providing Related Relief" (the "<u>Objection</u>") as follows:

As an initial matter, most of the statements in the Gonzalez Declaration are not relevant because, among other reasons, the Motion is regarding whether a proposed sale of the Debtor's Property can be sold free and clear of all liens, claims, encumbrances and interests, that the Buyer is a good faith purchaser, whether the Debtor is authorized to distribute the sale proceeds in order to pay certain claims. The statements regarding J&E's alleged performance of the contract, and its subsequent foreclosure suit against the Debtor is not relevant.

15 | ///

1

2

3

4

5

6

7

8

9

10

11

12

13

14

16 | ///

17 | ///

18 | ///

19 || ///

20 | ///

21 | ///

22 | ///

23 | ///

24 | ///

25 | ///

26 | ///

27 | ///

28 | ///

	Paragraph # (Page: Line)	Statement	Objection	
1	¶ 5	"In May/June 2016, the Debtor and Nile Niami began meeting with me to arrange for the purchase and installation of exterior and interior drywall for the residential home being constructed on the real property located at 944 Airole Way, Los Angels, CA 90077 (the "Property" or "the One").	FRE 401 Not Relevant. The Statement is not helpful in determining a fact in issue, is irrelevant, and a waste of time to consider in connection with the pending motion.	☐ Sustained
2	¶ 6	"In May/June 2016, the Debtor and Nile Niami began meeting with me to arrange for the purchase and installation of exterior and interior drywall for the residential home being constructed on the real property located at 944 Airole Way, Los Angeles, CA 90077 (the "Property" or "The One")."	FRE 401 Not Relevant. The Statement is not helpful in determining a fact in issue, is irrelevant, and a waste of time to consider in connection with the pending motion.	☐ Sustained
			FRE 602 Lack of Personal Knowledge FRE 602 Lack of Foundation FRE 602 Calls for Speculation	
3	¶ 9	"Over the next several years, J&E performed under the Contract and hung over 6,000 sheets of drywall. During this time, J&E was not the only contractor working on the project. There was always someone working at the Property, and sometimes 50-60 different people representing different trades at the Property."	FRE 401 Not Relevant. The Statement is not helpful in determining a fact in issue, is irrelevant, and a waste of time to consider in connection with the pending motion.	☐ Sustained
4	¶ 11	"When Debtor failed to satisfy the Mechanic's Lien, on September 4, 2020, J&E timely initiated case number 20SMCV01229 (the "Foreclosure Suit"), in the Los Angeles County, California Superior Court (the "State Court") to foreclose its Mechanic's Lien."	FRE 401 Not Relevant. The Statement is not helpful in determining a fact in issue, is irrelevant, and a waste of time to consider in connection with the	☐ Sustained

			Main Boodinent 1 age 4 c	)	
1 2 3 4 5	5	¶12	"J&E was preparing to obtain a default judgment against the Debtor in the Foreclosure Suit when the Debtor filed its instant bankruptcy case."	pending motion.  FRE 401 Not Relevant. The Statement is not helpful in determining a fact in issue, is irrelevant, and a waste of time to consider in connection with the pending motion.	☐ Sustained ☐ Overruled
6 7				FRE 403 Argument	
8 9 10 11 12	6	¶ 13 (3:15-16)	"J&E also asserted an unsecured claim under its Contract for attorney's fees."	and Prejudicial  FRE 401 Not Relevant. The Statement is not helpful in determining a fact in issue, is irrelevant, and a waste of time to consider in connection with the pending motion.	☐ Sustained ☐ Overruled
13 14 15 16 17 18	7	¶ 14	"To date J&E remains unpaid for its drywall work"	FRE 403 Prejudicial FRE 401 Not Relevant. The Statement is not helpful in determining a fact in issue, is irrelevant, and a waste of time to consider in connection with the pending motion.	☐ Sustained ☐ Overruled
20	Dat	ed: March 15		NEALE, BENDER, YO GOLUBCHIK L.L.P.	00
21 22 23 24 25 26 27			DA TOI JON LEY YO	Todd M. Arnold VID B. GOLUBCHIK DD M. ARNOLD NATHAN D. GOTTLIE VENE, NEALE, BEND O & GOLUBCHIK L.L orneys for Crestlloyd, L	ER, P.
28					
			4		
•					

Mark Shinderman mshinderman@milbank.com.

United States Trustee (LA) ustpregion16.la.ecf@usdoj.gov

danninggill@gmail.com;zshechtman@ecf.inforuptcy.com

26

27

28

Case	e 2:21-bk-18205-DS		2 Entered 03/16/22 23:31:57 Desc ge 6 of 6				
	Genevieve G We	iner gweiner@sidley.con	ge o of o n, laefilingnotice@sidley.com;genevieve-				
1	weiner-0813@ec • Jessica Wellingt	f.pacerpro.com on jwellington@bg.law, e	ecf@bg.law				
2							
3	2. <u>SERVED BY UNITED STATES MAIL</u> : On March 16, 2022, I served the following persons and/or entities at the last known addresses in this bankruptcy case or adversary proceeding by placing a true and correct copy thereof in a sealed envelope in the United States mail, first class, postage prepaid, and						
4	addressed as follows. Listing the judge here constitutes a declaration that mailing to the judge will be completed no later than 24 hours after the document is filed.						
5		4 hours after the document is	filed.				
6	None.						
7			Service information continued on attached page				
8	3. SERVED BY PERSON	IAL DELIVERY, OVERNIGH	T MAIL, FACSIMILE TRANSMISSION OR				
9	on <b>March 16, 2022</b> , I serv	ed the following persons and	: Pursuant to F.R.Civ.P. 5 and/or controlling LBR, /or entities by personal delivery, overnight mail				
10	email as follows. Listing t	he judge here constitutes a d	service method), by facsimile transmission and/or eclaration that personal delivery on, or overnight urs after the document is filed.				
11	None.						
12	None.						
13	I declare under penalty of true and correct.	perjury under the laws of the	United States of America that the foregoing is				
14	March 16, 2022	Stephanie Reichert	/s/ Stephanie Reichert				
l							
15	Date	Type Name	Signature				
15 16							
16							
16 17							
16 17 18							
16 17 18 19							
16 17 18 19 20							
16 17 18 19 20 21							
16 17 18 19 20 21 22							
16 17 18 19 20 21 22 23							
16 17 18 19 20 21 22 23 24							
16 17 18 19 20 21 22 23 24 25							
16 17 18 19 20 21 22 23 24 25 26							